GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Ind. & Com. Dept. – Food Processing - M/s Freshbowl Horticulture Pvt. Ltd. - Proposing to establish Integrated Button Mushroom Project - Sanction of certain incentives - Orders- Issued.

INDUSTRIES & COMMERCE (PROGRAMME –III) DEPARTMENT

G.O.Ms.No.154 Dated: 03- 11-2016

Read the following:-

(1) From the Director, M/s Freshbowl, Horticulture Pvt., Ltd., Kalva (V) Orvakal (M), Kurnool District, dt.25-06-2016, letter received on 14-10-2016.

(2) Empowered Committee of Secretaries held on 25-07-2016.

(3) State Investment Promotion Board held on 29.07.2016.

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O R D E R:-

M/s Fresh bowl, Horticulture Pvt., ltd., Kalva (V) Orvakal (M), Kurnool District has stated that they are proposed for setting up an integrated Mushroom production and processing unit with a capital outlay of Rs.30.00 Crores in the rural area of Kurnool District. This will directly generate employment directly up to 150 people and 500 people indirectly. On implementation of the project will generate additional income to farmers since the project is linked to Agri waste to be procured directly from the farmers. The Company has requested for Refrigeration facility, Boiler, Power, Generator etc.

2. In the reference 2nd read above, the 5th Empowered Committee of Secretaries held on 25-07-2016 under the Chairmanship of the Chief Secretary to Govt. was discussed in detail as item No.2 and discussed the proposal of Director, M/s Fresh bowl, Horticulture Pvt., ltd., and recommended that the project may be considered for sanction of grant-in-aid of 35% on both production and processing part as an integrated project (Maximum limited Rs.5.00 Crores as per AP Food Processing Policy) in addition to other fiscal incentives like interest subvention, power cost reimbursement etc, as per the Cold Chain Infrastructure Scheme.

3. In the reference 3rd read above, State Investment Promotion Board in its meeting held on 29-07-2016 Chaired by the Hon'ble C.M., has discussed the proposal in detail and the SIPB felt that the entire processing and production may not be considered for investment subsidy and interest subvention in the absence of such precedence in any other State. However SIPB has noted that Mushroom project requires specialised and high tech integrated environment for production and processing as mushrooms have a short shelf life.

4. In order to encourage specialized projects like integrated Mushrooms Processing units, which benefit the farmers and supply nutritious food to consumers, it was decided to extend investment subsidy and interest subvention on both processing and cultivation, which are inseparable (integrated) with the following limits.

1. 35%of investment subsidy on both processing and cultivation, which are inseparable, limited to Rs.3.46 Crore, whichever is less.
2. Interest subvention on both processing and cultivation limited to Rs.1.39 Crore.

5. The Government after careful consideration of the recommendations of the State Investment Promotion Board, in order to encourage specialized projects like integrated Mushrooms Processing units, which benefit the farmers and supply nutritious food to consumers, hereby decided to extend investment subsidy and interest subvention on both processing and cultivation, which are inseparable (integrated) with the following limits.

(PTO)

1. 35%of investment subsidy on both processing and cultivation, which are inseparable, limited to Rs.3.46 Crore, whichever is less.

2. Interest subvention on both processing and cultivation limited to Rs.1.39 Crore.

6. The Chief Executive Officer, Andhra Pradesh Food Processing Society, shall take necessary action, accordingly and intimate the status of the progress of work done by the above said company from time to time to the Government.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

M.GIRIJA SHANKAR
SECRETARY TO GOVERNMENT (FP) (FAC)

To
The Chief Executive Officer,
Andhra Pradesh Food Processing Society,
The Director of Industries, A.P., Hyderabad.
The Director, M/s Freshbowl, Horticulture Pvt.,
Ltd.Kalva (V) Orvakal (M), Kurnool District

Copy to:
The Finance (FMU-REV-IC)Dept.,
The Revenue (CT) Department.
The Revenue (Registration) Department.
The Energy Department.
The Irrigation (Reforms) Dept. .
The Law (H) Department.
The Accountant General, Andhra Pradesh, Hyderabad
The Commissioner of Commercial Taxes, Hyderabad
The Chairman & Managing Director, APTRANSCO., Hyderabad
The Managing Director, APSPDC Ltd., Kurnool .
P.S. to Secretary to Chief Minister
P.S. to Chief Secretary to Government
P.S.to Secretary to Government, (FP) Ind & Com Dept.
SC/SF.

//FORWARDED::BY ORDER//

SECTION OFFICER